AMENDED IN ASSEMBLY APRIL 1, 2008

CALIFORNIA LEGISLATURE—2007–08 REGULAR SESSION

ASSEMBLY BILL

No. 2481

Introduced by Assembly Member Mendoza

February 21, 2008

An act to add Section 45034.5 to the Education Code, relating to teacher salaries.

LEGISLATIVE COUNSEL'S DIGEST

AB 2481, as amended, Mendoza. Teacher *Employee* salaries: Teacher *Los Angeles Unified School District Employee* Recovery Act.

Existing law authorizes local educational agencies to employ persons as certificated personnel. Existing law requires that, if any school district fails to pay the salary of any certificated employee who has on file a contract of employment held valid by the legal adviser of the county superintendent of schools having jurisdiction over the district, the county superintendent of schools is authorized to transfer sufficient money from the funds of the district to the county school service fund and pay the salary of the certificated employee from that fund.

This bill would enact the Teacher Los Angeles Unified School District Employee Recovery Act. The bill would require a school district that uses state funds apportioned to that district for the payment of the salaries of certificated personnel, the Los Angeles Unified School District to reimburse certificated or classified employees for any additional income taxes payable because of an overpayment error made by that district, and would afford specified additional rights to certificated or classified employees whose salaries have been overpaid or underpaid by the district. The bill would, until the matter is resolved, prohibit the district from using any state funds apportioned to that the district for

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the payment of the salaries or expenses of the members of the governing board of that district or of the superintendent or assistant superintendents of that the district if a certificated or classified employee or an employee organization representing certificated or classified employees of a school the district files, with the governing board of that the district, a declaration made under penalty of perjury to the effect that any outstanding underpayment or overpayment of a certificated or classified employee of that the district has not been resolved, unless the error rate for the total payroll is less than 1% of the total payroll. By creating a new crime, this bill would impose a state mandated state-mandated local program.

The bill would declare that due to the unique circumstances regarding the payroll system of the Los Angeles Unified School District, a general statute cannot be made applicable.

The California Constitution requires the state to reimburse local agencies and school districts for certain costs mandated by the state. Statutory provisions establish procedures for making that reimbursement.

This bill would provide that no reimbursement is required by this act for a specified reason.

Vote: majority. Appropriation: no. Fiscal committee: yes. State-mandated local program: yes.

The people of the State of California do enact as follows:

- 1 SECTION 1. Section 45034.5 is added to the Education Code, to read:
- 3 45034.5. (a) This section shall be known, and may be cited, 4 as the Teacher Los Angeles Unified School District Employee Recovery Act.
 - (b) Notwithstanding any other provision of law, a school district that uses state funds apportioned to that district for the payment of the salaries of certificated personnel the Los Angeles Unified School District shall comply with all of the following:
 - (1) The school district shall reimburse a certificated or classified employee for any additional income taxes payable because of an overpayment error made by that district.
 - (2) The school district shall release a certificated or classified employee from his or her duties, without either docking his or her pay or charging him or her for vacation or sick leave, when a certificated or classified employee deems it necessary to visit

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district payroll personnel to rectify payroll errors. If a certificated or classified employee finds it necessary to visit district payroll personnel on his or her own time, the school district shall reimburse that employee for the time spent in accomplishing that task, including travel time, at that person's hourly rate of salary, and reimburse that person for mileage.

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- (3) If an underpayment is made by the school district, the school district shall pay the amount of the underpayment, plus interest equal to that earned by the Pooled Money Investment Account pursuant to Section 16314 of the Government Code, to the affected certificated employee by the end of the next pay period.
- (4) If an overpayment is made by the school district, the affected certificated *or classified* employee may consult a payroll specialist employed by an employee organization or an independent payroll specialist. No schedule for the employee's reimbursement of the amount overpaid may be made, and no deduction relating to the overpayment may be made from that employee's salary, unless the employee has had an opportunity to consult with a payroll specialist under this paragraph and the employee has agreed, in writing, to the amount to be repaid and the term and manner of the repayment.
- (5) If a discrepancy arises with respect to an amount to be paid with respect to a certificated *or classified* employee's retirement benefits, that discrepancy shall be resolved, prior to the issuance of the annual report of the status of that employee's retirement benefits, or the school district shall be responsible for the payment of the entire amount necessary for that employee's retirement benefits to be held harmless for the year covered by that annual report.
- (6) If a certificated *or classified* employee or an employee organization representing certificated *or classified* employees of a school district files, with the governing board of that the district, a declaration made under penalty of perjury to the effect that any outstanding underpayment or overpayment of a certificated employee of that district has not or overpayment of a certificated or classified employee has not been resolved, the school district shall not use any state funds apportioned to that the district for the payment of the salaries or expenses of the members of the governing board of that district or of the superintendent or assistant superintendents of that district until that matter is resolved.

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1 expenses of the superintendent or assistant superintendents of the
2 district if the error rate of the total payroll is greater than one
3 percent of the total payroll.

- SEC. 2. The Legislature finds and declares that due to the unique circumstances regarding the payroll system of the Los Angeles Unified School District, a general statute cannot be made applicable within the meaning of Section 16 of Article IV of the California Constitution.
- 9 SEC. 2.

Constitution.

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10 SEC. 3. No reimbursement is required by this act pursuant to Section 6 of Article XIII B of the California Constitution because 11 the only costs that may be incurred by a local agency or school 12 13 district will be incurred because this act creates a new crime or infraction, eliminates a crime or infraction, or changes the penalty 14 15 for a crime or infraction, within the meaning of Section 17556 of the Government Code, or changes the definition of a crime within 16 the meaning of Section 6 of Article XIII B of the California 17